

VOLUME

APPROXIMATE PERCENT VOLUME OF BUTTER, NONFAT DRY MILK, CHEDDAR CHEESE AND SKIM WHEY POWDER COVERED BY VARIOUS POSSIBLE MANUFACTURING COST ALLOWANCES

Uses cost studies for calendar year 2006, released September 2007
Based On Total Costs which equals Operating Cost plus a 6.48% ROI

Manufacturing Cost Allowance (\$/lb)	Percent Volume Covered for this Allowance				Manufacturing Cost Allowance (\$/lb)
	Butter	Nonfat Dry Milk	Cheese	Dry Whey	
\$0.10	0%				\$0.10
\$0.11	8%				\$0.11
\$0.12	43%				\$0.12
\$0.13	43%				\$0.13
\$0.14	58%				\$0.14
\$0.15	58%	0%			\$0.15
\$0.16	61%	28%			\$0.16
\$0.17	84%	91%			\$0.17
\$0.18	99%	91%	0%		\$0.18
\$0.19	99%	91%	60%		\$0.19
\$0.20	99%	91%	71%		\$0.20
\$0.21	99%	91%	71%		\$0.21
\$0.22	100%	96%	76%		\$0.22
\$0.23		96%	76%		\$0.23
\$0.24		99%	100%		\$0.24
\$0.25		99%		0%	\$0.25
\$0.26		99%		*	\$0.26
\$0.27		99%			\$0.27
\$0.28		99%			\$0.28
\$0.29		99%			\$0.29
\$0.30		99%			\$0.30
\$0.31		99%			\$0.31
\$0.32		99%			\$0.32
\$0.33		99%			\$0.33
\$0.34		99%			\$0.34
\$0.35		99%			\$0.35
\$0.36		99%			\$0.36

* Because there are only three Skim Whey Powder plants, confidentiality precludes showing the percent volume covered as for the other three commodities.



CALIFORNIA DEPARTMENT OF
FOOD & AGRICULTURE
A. G. Kawamura, Secretary

Dairy Marketing Branch, September 2007